Appliance Recycling & Accelerated Replacement

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Accelerated Replacement/Early Retirement What is it?

Accelerated Replacement

 Encourage consumers to replace old and inefficient appliances prior to the end of their useful life

Early Retirement

 Ensure that the replaced appliance is put out of service

Example

 Encourage the replacement of older refrigerators, and ensure that the old ones are not kept in the basement



Accelerated Replacement/Early Retirement Strategy

- Industry supports voluntary accelerated replacement and early retirement programs
- Two key elements of an effective program:
 - ensure that the replaced appliances are not kept in service;
 and
 - ensure that the replaced appliances are <u>disposed of</u> <u>properly</u>
- Second element already in place appliance disposal and recycling is already established and effective



Appliance Recycling in North America Characteristics

- A successful, economically-driven system
- Estimated that almost 90% of major appliances at the end-of-life enter the recycling stream
- Over two million tons of steel are recycled from appliances each year
- Industry is engaged in research to examine the North American market

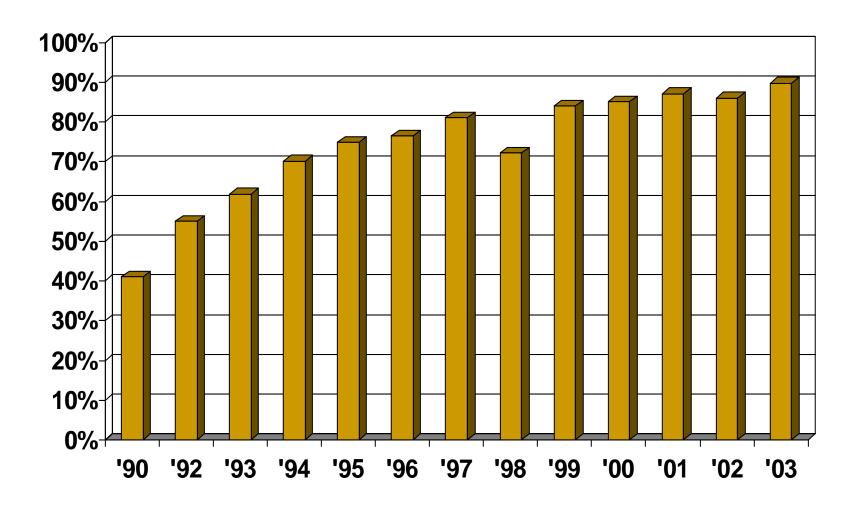


Appliance Recycling in North America Characteristics

- Success driven by the market for recovered materials, including:
 - Steel
 - Copper
 - Aluminum
 - Other metals
- Active for over 100 years
- Coordinated through over 4,000 recycling centers in the U.S.
- One of the most successful recycling programs rates have doubled over the past 10 years
- Steel alone saves equivalent energy to electrically power about 18 million households for a year



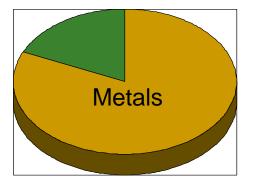
Recycling Rates for Appliances Continue to Climb



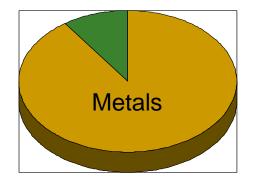


Older Appliances – Rich in Recoverable Materials

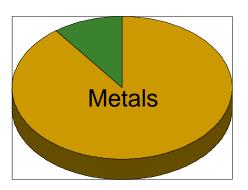
Refrigerators



Ranges



Washers





Appliance Recycling in N. America *How has success been achieved?*

- Many municipalities offer appliance recycling
- Retailers typically take older appliances at time of delivery
- Private entrepreneurs find used appliances
- Over 12,000 appliance recycling locations available across the US.
- Work done by Steel Recycling Institute to educate local officials about appliance recycling opportunities
 - www.recycle-steel.org contains database on where to take used appliances

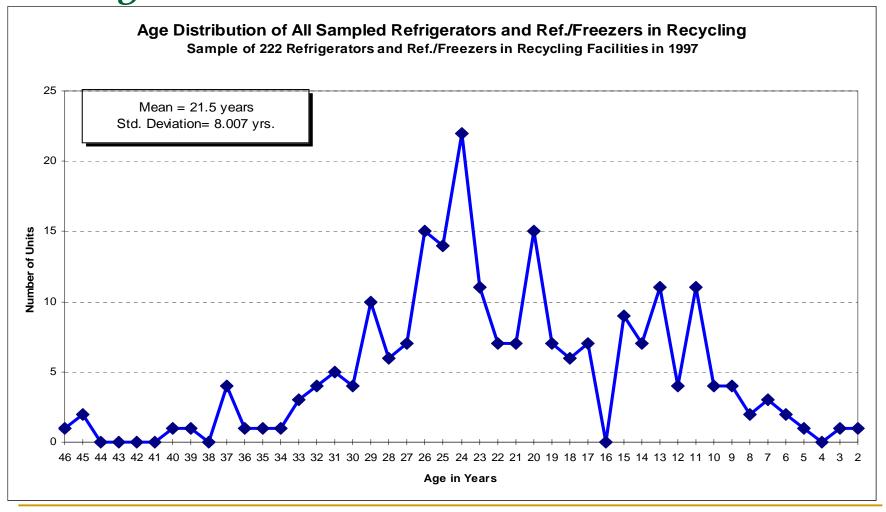


Age of Appliances

- The useful life of appliances can vary by type
- Today's appliances are highly energyefficient and present opportunities provide energy savings



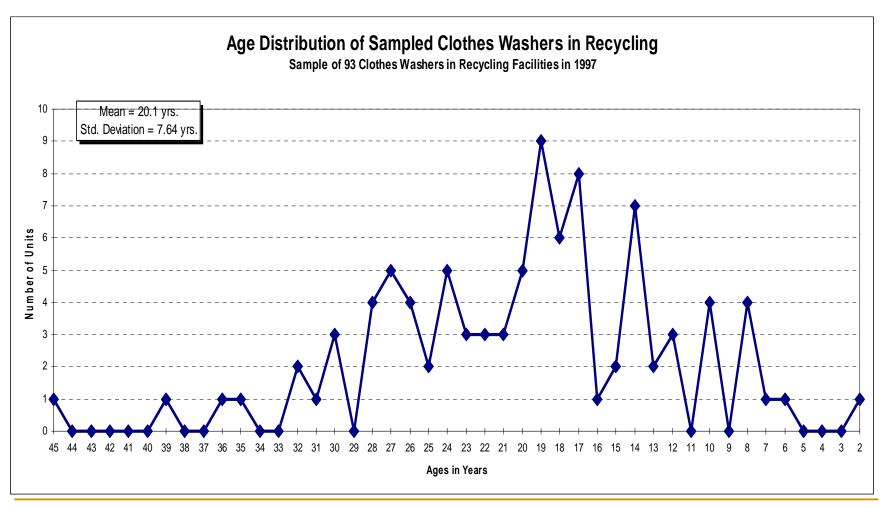
Age of Appliances in Field *Refrigerators*





Age of Appliances in Field

Clothes Washers





Accelerated Replacement/Early Retirement Benefits

- Can have a positive effect on the environment, including:
 - Total energy use
 - Peak energy use
 - Water use (i.e. clothes washers)
 - CO₂ emissions
 - Natural resource conservation



Accelerated Replacement/Early Retirement Benefits

- If assuming average age of refrigerators is 19 years and we can encourage replacement 5 years earlier (i.e. to 14 years)
 - Could save 2 Quads of energy
- With clothes washer, could perhaps save an additional 1.6 Quads.
- Programs to remove second refrigerators from the grid would enhance savings further



Conclusion

- Industry supports Accelerated Replacement and Early Retirement programs
- Effective only if coupled with proper disposal and recycling

